

KHRUSHCHEV'S 20-YEAR ECONOMIC FORECASTS

| | 1980 Level in Percent of 1960 | Average Annual Percentage Increase |
|-----------------------------------|----------------------------------|---------------------------------------|
| Gross Industrial Production | Not less than 600 | 9-10 |
| Gross Agricultural Production | About 350 | 6.5 |
| Output in Industry | | |
| "Group A" (goods for production) | 680-700 | 10.1 |
| "Group B" (goods for consumption) | 500-520 | 8.5 |
| Industrial Productivity | 400-420 | 7.3 |

SELECTED COMMODITIES

| | | 1960 Output | Forecast | | Average Annual Percentage Increase | |
|--------------------------------------|---------------------------|----------------|----------|-------------|---------------------------------------|------------------------|
| | | | 1970 | 1980 | 20-yr Plan (1961-80) | 7-yr Plan (1959-65) |
| Electric Power | (billion kilowatt-hours) | 292 | 900 | 2,700-3,000 | 12.1 | 11.8 |
| Crude Steel | (million metric tons) | 65 | 145 | 250 | 6.9 | 6.6-7.4 |
| Petroleum | (million metric tons) | 148 | 390 | 690-710 | 8.1 | 11.1 |
| Gas | (billion cubic meters) | 47 | 310-325 | 680-720 | 14.5 | 26.2 |
| Coal | (million metric tons) | 513 | 686-700 | 1,180-1,200 | 4.3 | 2.7 |
| Machine Building and Metalworking | (value in billion rubles) | 34 | 115 | 334-375 | 12.4 | 15.7* |
| Mineral Fertilizers | (million metric tons) | 13.9 | 77 | 125-135 | 11.8 | 16 |
| Artificial and Synthetic Fibers | (million metric tons) | .211 | 1.35 | 3.1-3.3 | 14.6 | 21-22 |
| Cement | (million metric tons) | 45.5 | 122 | 233-235 | 8.5 | 14.3 |
| Leather Footwear | (million pairs) | 419 | 825 | 900 | 4.0 | 5.5 |

* 1960 annual percentage increase over 1950

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SOVIET LONG-RANGE ECONOMIC PROSPECTS

I. Moscow's long-range economic intentions are embodied in its Twenty-Year Plan (1961-1980), approved at the recent Soviet Party Congress.

II. Industrial production is expected to grow 9-10 percent annually throughout the next twenty years.

A. Specific examples are: the steel production goal for 1980 is equal to last year's total world production; the electric power production goal for 1980 is three times 1960 US production; and the petroleum production goal for 1980 is more than double 1960 US production.

B. On the whole, we believe such plans are feasible.

III. On the other hand, agriculture goals of the program -- annual increase of 6-7 percent -- are completely unrealistic.

IV. Consumer needs continue to be given low priority.

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